



Nebraska Project Permit Application for Nonresident Contractor

• Read instructions on reverse side

FORM
24A

PLEASE DO NOT WRITE IN THIS SPACE

Project Name	Project Location	For Department Use Only
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CONTRACTOR'S NAME AND MAILING ADDRESS			PROJECT OWNER'S NAME AND MAILING ADDRESS		
Business Name			Project Owner's Name		
Street or Other Mailing Address			Street or Other Mailing Address		
City	State	Zip Code	City	State	Zip Code

Nebraska Registration Number 32-		Federal Employer Identification Number		FOR DEPARTMENT USE ONLY	
Nebraska County Where Project is Located		Construction Start Date (mo/day/yr)		<input type="checkbox"/> Dept. of Roads	
Type of Construction		Estimated Completion Date (mo/day/yr)		<input type="checkbox"/> Multi-project – TCP \$	
				<input type="checkbox"/> Single project bond amount \$	
				<input type="checkbox"/> Other \$	
Location of Contract Records for Audit Purposes					

Street Address	City	State	Zip Code	Area Code & Telephone Number
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1 Is your company (check appropriate box): ☐ The Prime or General Contractor? ☐ A Nonresident Subcontractor?

2 If your company is the nonresident subcontractor making application for a project permit, identify the prime or general contractor:

Name	Address	City	State	Zip Code	Area Code & Telephone Number(s)
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3 Your total contract amount **3** \$

4 Identify each resident subcontractor and licensed nonresident subcontractor, the amount awarded to each subcontractor, and all contracts for less than \$2,500. Do not list any nonresident subcontractors unless they are licensed and bonded for this project. You are responsible for bonding for their amount(s) unless they are properly licensed and bonded.

Nebraska I.D. Number	Name, Address, City, State, Zip Code, AND Telephone Number (Print Legibly)	Contract Price Awarded
		\$

List additional entries on an attached sheet of paper.

5 Total contract amounts from line 4 **5** \$

6 Total amount for calculation of bond (line 3 minus line 5). Complete Nebraska Tax Bond, Form 24B **6**

7 Estimated cost of ALL construction materials purchased for this project **7**

8 Estimated cost of these construction materials which will be purchased in Nebraska for this project **8**

9 Approximate labor cost subject to Nebraska withholding. (See instructions. You are required to withhold and remit Nebraska income tax on all wages paid to all employees for work performed in Nebraska) **9**

10 Will you bring any employees who are **not** residents of Nebraska into this state for this project?

☐ YES ☐ NO If Yes, how many? _____

11 Will you be hiring any employees who are residents of Nebraska for this project?

☐ YES ☐ NO If Yes, how many? _____

12 Approximate value of company equipment (trucks, graders, earthmovers, etc.) to be brought into Nebraska for this construction project **12** \$

13 Has this equipment (referred to in line 12) been assessed for property tax purposes in another state?

☐ YES ☐ NO If Yes, submit a notarized copy of assessment with this application.

Under penalties of law, I declare that I have examined this application, and to the best of my knowledge and belief, it is correct and complete.

**sign
here**

Authorized Signature

Title

Date

Telephone

Mail this application, \$25 fee, and acceptable security to:

**NEBRASKA DEPARTMENT OF REVENUE, P.O. BOX 98903,
LINCOLN, NE 68509-8903**

Visit our Web site: www.revenue.state.ne.us or call 1-800-742-7474 (toll free in NE and IA) or 1-402-471-5729.

INSTRUCTIONS

WHO MUST FILE. All nonresident prime or general contractors and nonresident subcontractors must file a Nebraska Project Permit Application for Nonresident Contractor, Form 24A, with acceptable security for **each** construction project within the State of Nebraska awarded to their firm. In addition, all nonresident prime or general contractors and nonresident subcontractors must register their businesses with the Nebraska Department of Revenue by submitting a Nebraska Registration Application for Nonresident Contractor, Form 24.

WHEN AND WHERE TO FILE. This application must be filed prior to commencement of any construction activities within the state of Nebraska and is to be filed with the Nebraska Department of Revenue, P.O. Box 98903, Lincoln, Nebraska 68509-8903.

FEE. A \$25 payment must accompany this application. Make check or money order payable to the Nebraska Department of Revenue.

SECURITY. The bond or alternative security amount that must be submitted is to be computed on the amount shown on line 6. The bond amount is based on a percentage of the total contract price of each project. The total contract price of each project can only be reduced by:

- ✓ Contracts awarded to Nebraska resident subcontractors;
- ✓ Contracts awarded to nonresident subcontractors who are properly registered and bonded with Nebraska for the amount of the total contract price that has been awarded to them; and
- ✓ Contracts for less than \$2,500.

Nonresident prime or general contractor. Nonresident prime or general contractors must file a bond or alternative security with the department for each contract to be performed in this state. The Nebraska Tax Bond, Form 24B, or alternative security must be submitted with the Form 24A. If the bond or application is received separately, it will be returned to the applicant.

When calculating the amount of the bond, nonresident prime or general contractors must use the total amount of the contract. This amount cannot be reduced by the amounts of any contracts awarded to nonresident subcontractors who are not properly registered and bonded at the time the prime or general contractors submit their Form 24A.

Nonresident subcontractors. Nonresident subcontractors who are awarded a contract for some or all of a construction project to be performed in Nebraska must file a bond or alternative security with the department. The required amount of each subcontractor's project bond or alternative security is based on a percentage of the contract amount awarded to it. Nonresident subcontractors must be properly registered and bonded at the same time or prior to the submission of the nonresident prime or general contractor's application for registration and bond.

BOND AMOUNT. The required bond amount is ten percent of the contract price up to the first \$100,000, plus five percent of the contract price in excess of \$100,000, rounded to the nearest multiple of \$1,000. A bond is not required for contracts of less than \$2,500. Contracts between \$2,500 and \$10,000 require a \$1,000 bond.

Bond Computation Example:

Total contract price	\$200,000
Amount awarded to resident subcontractor	\$20,000
Amount awarded to properly registered and bonded nonresident subcontractors	15,000
Total of contracts less than \$2,500 (5 contracts)	10,700
	<u>\$45,700</u>
Amount subject to bonding	\$154,300

Computation of bond amount:

10% of \$100,000	\$10,000
5% of \$54,300	<u>2,715</u>
	\$12,715 (Round up to nearest \$1,000)

Amount of contract bond **\$13,000**

A multiple-project bond or alternative security may be issued for all contracts to be performed within a particular period of time. For a multiple-project bond, add the total contract prices of all construction projects simultaneously being performed in this state during a specific period of time.

If the department determines at any time that the required bond will not cover the tax liabilities involved, it may require the bond to be increased.

Alternative securities include, but are not limited to, the following:

- Certificates of deposit or certified checks covering at least the length of time of the construction project, issued by a bank doing business in this state and insured by the Federal Deposit Insurance Corporation, in amounts not exceeding the federally insured amount and in the total amount specified by the department.
- Investment certificates or share accounts issued by a savings and loan association doing business in this state and insured by the Federal Savings and Loan Insurance Corporation, in amounts not exceeding the federally insured amount and in the total amount specified by the department.

The ownership of securities other than a surety bond must indicate "Nebraska Department of Revenue or" and the taxpayer's name. Securities indicating the "Nebraska Department of Revenue and" with the taxpayer's name as owners will not be accepted.

Alternative security may not be returned to the contractor until three years after completion of the project. This insures security in the event of liability determined to be due as a result of an audit.

SPECIFIC INSTRUCTIONS

LINE 9. Nebraska income tax must be deducted and remitted on wages paid to all employees working in Nebraska. This includes nonresident employees subject to federal withholding who are working in this state.

For additional information, please refer to the Nebraska Nonresident Contractor Program Information Guide.

AUTHORIZED SIGNATURE. This application must be signed by the owner, partner, corporate officer, or other individual authorized to sign by a power of attorney either attached or on file with the Nebraska Department of Revenue.